



BEFORE THE ARIZONA CORPORATION COMMISSION

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Arizona Corporation Commission

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In the Matter of the Application of Red Rock
Utilities, LLC for a Certificate of Convenience
and Necessity to Provide Water and Waste
Water

Docket No. WS-04245A-04-0184

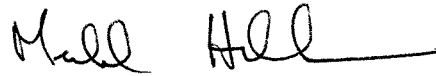
**AMENDMENT TO
APPLICATION**

Through this filing, Red Rock Utilities, LLC ("Red Rock") amends its Application to specifically request a waiver pursuant to AAC R14-2-102.C. As set forth in Exhibit P to Red Rock's Application, Red Rock seeks to adjust the depreciation expense for its wastewater treatment plant based on the capacity of the plant. The projected capacity of this system is set forth in Schedule 2a, which is attached as Exhibit N to Red Rock's Application. The annual depreciation adjustment factor would be equal to the average annual number of equivalent residential units ("ERU") connected to the system divided by the total plant capacity in equivalent ERUs. This will benefit ratepayers by allowing initial rates to remain lower as it will lower expenses until such time as the plant is fully utilized.

1 Because Red Rock is a new utility and because capacity of the system will
2 increase gradually in the certificated area, Red Rock submits that an adjustment to the
3 schedule of depreciation is warranted and that good cause exists for granting a waiver of
4 the provisions of AAC R14-2-102.B.

5
6 RESPECTFULLY SUBMITTED this 31ST day March, 2004.

7
8 LEWIS AND ROCA

9 

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15 Attorneys for Red Rock Utilities, LLC

16 ORIGINAL AND thirteen (13) copies
17 of the foregoing hand-delivered
18 this 31ST day of March, 2003, to:

19 Arizona Corporation Commission
20 Utilities Division – Docket Control
21 1200 W. Washington Street
22 Phoenix, Arizona 85007

23 COPY of the foregoing hand-delivered
24 this 31ST day of March, 2004,
25 to:

26 Jane Rodda, Administrative Law Judge
Hearing Division
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

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